

ITEP – EBR MATRIX

Small Business (50 or fewer FTEs) or New Companies to EBR					Abatement	
Project Specs						
Cap Investment		Jobs		Environmental	Years 1-5	Years 6-8
\$200K to \$500K	OR	5-9	OR	\$100K to \$300K	50%	40%
\$500K+		10+		\$300K+	100%	80%
Large Companies Currently in EBR (51+ FTE)					Abatement	
Project Specs						
Cap Investment		Jobs		Environmental	Years 1-5	Years 6-8
\$1M to \$9.9M	OR	5 to 9	OR	\$1M to \$2.9M	50%	40%
\$10M to \$29.9M		10 to 24		\$3M to \$4.9M	75%	60%
\$30M to \$99.9M		25 to 49		\$5M to \$10M	100%	60%
\$100M+		50+		\$10M+	100%	80%

ITEP rules require the creation of a full-time job in order to qualify for the abatement, unless a compelling reason exists to allow for the abatement for the retention of existing jobs to substitute for this requirement. If evidence of such a compelling reason exists, there may be no job requirement.

LOCAL ITEP RULES

- The EBR ITEP Committee will offer abatement above the amount allotted in the matrix to encourage installation of machinery or equipment that provides a positive environmental impact beyond any floor required by federal, state, or local law, rules, or regulations.
 - Environmental improvements will be treated as stand-alone projects in regards to the matrix, unless their inclusion in a project's overall capital expenditure would put the project in a higher tier.
- All new direct or contract jobs created must be permanent and full-time (30 or more hours per week, per state ITEP rules) in order to qualify.
- Equipment cannot depreciate to have no taxable value during the abatement period.
- Equipment on ad valorem tax depreciation schedule of less than eight (8) years will not be considered.
- Investment must follow Louisiana Tax Commission Chapter 25, Section 2501, and include full installation cost and GAAP accounting for determining capitalized investment, including engineering and installation costs.